

Item:

Fiscal Impact: \$100,000

Funding Source: RDA Interest Funds

Account #: _____

Budget Opening Required: ☐

ISSUE:

We are requesting approval of an Incentive Agreement between the West Valley City Redevelopment Agency (RDA) and Cardinal Health (Cardinal) that will provide an incentive for Cardinal to maintain their business at 3684 West 2340 South in West Valley City.

SYNOPSIS:

The \$100,000 incentive to be paid to Cardinal will come from interest reserves in the RDA Interest Funds. Money from interest is considered “non-increment generated” and is not restricted in its use to RDA Project Areas. Cardinal Health is not in an RDA or EDA, but will provide for general welfare of the general public.

Pursuant to the Agreement, the RDA would pay Cardinal two annual payments of \$50,000 provided that Cardinal commit to remain for the full 80 months of their lease and spend the first \$50,000 on improvements to the site.

BACKGROUND:

Cardinal Health generates a sizeable amount of tax revenue for West Valley City and was recently considering leaving for another site outside the City.

RECOMMENDATION:

The WVC RDA Administrator recommends the WVC RDA Board award the above written Incentive Package to Cardinal Health.

SUBMITTED BY:

Mark Nord, West Valley City Redevelopment Agency.